



STATE OF UTAH  
NATURAL RESOURCES  
Oil, Gas & Mining

Norman H. Bangerter, Governor  
Dee C. Hansen, Executive Director  
Dianne R. Nielson, Ph.D., Division Director

355 W. North Temple • 3 Triad Center • Suite 350 • Salt Lake City, UT 84180-1203 • 801-538-5340

July 7, 1986

Mr. Melvin R. Swanson  
Chief Engineer  
Kelmine Corporation  
P.O. Box 1383  
Moab, Utah 84532

Dear Mr. Swanson:

RE: Tentative Approval Mining and Reclamation Plan,  
Lisbon Valley Copper Mine and Mill, PRO/037/032, San  
Juan County, Utah

The Division has reviewed the latest submittals of June 9, 1986 and June 25, 1986 addressing the remaining deficiencies for the Lisbon Valley Copper Mine and Mill. The Division hereby grants tentative approval for this operation.

As you discussed with John Whitehead of my staff, Kelmine Corporation must secure a Special Use Lease Agreement (S.U.L.A.) with the Division of State Lands and Forestry for Section 36 of the permit area.

An executive summary of your proposed mining operation and reclamation plan will be presented before the Board of Oil, Gas and Mining during the regularly scheduled meeting on July 31, 1986. The Board will be asked for an approval of the amount and form of the reclamation surety at that time.

A public notice will be forwarded to the appropriate newspapers for publishing. If no adverse comments are received during the 30-day public comment period, the Division will be able to grant final approval.

Would you please ensure that a properly executed bond is received before July 21, 1986. Acceptable forms of surety are:

page 2  
Mr. Melvin R. Swanson  
PRO/037/032  
July 7, 1986

- corporate surety (forms enclosed)
- automatically renewable certificate of deposit
- cash
- irrevocable letter of credit
- Self-bonding (applicant must qualify)

If you have any questions on the bond please call Pam Grubaugh-Littig.

Thank you for your cooperation in this matter.

Sincerely,



L. P. Braxton, Administrator  
Mineral Resource Development  
and Reclamation Program

Enclosure(s)  
JW:dh  
cc: J.Whitehead  
C.Dietz, DOH  
T.McParland, BLM  
0844R-6